

M/035/011

Kennecott Utah Copper Corporation
8315 West 3595 South
P.O. Box 6001
Magna, Utah 84044-6001
(801) 252-3000

Kennecott

February 10, 1999

Via courier

Mr. D. Wayne Hedberg
State of Utah, Dept. of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114

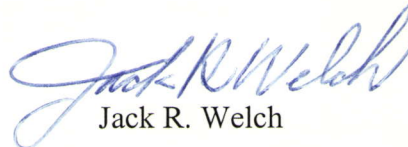
Subject: Update of Reclamation Surety, Kennecott Utah Copper Corporation, 4th Line Expansion Project, and M/035/011

Dear Mr. Hedberg:

Enclosed please find a Rider to the Bond issued in relationship to the above referenced project and delivered by cover letter dated January 11, 1999. The bond is in the amount of **\$6,372,000** and is issued by **St. Paul Fire And Marine Insurance Company**. The Bond is numbered _____ However, the Rider changes the bond number to _____. This clerical error originated with our insurance agent and they, along with us, are sorry for any inconvenience or confusion this has caused.

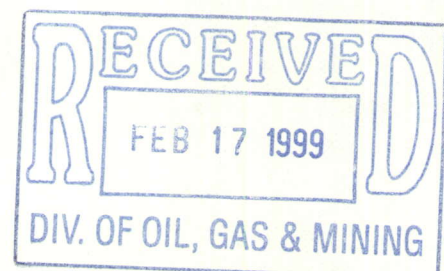
If you have questions or comments, please call me at 252-3526 or Ken P. Done at 252-3525

Sincerely,


Jack R. Welch

Enclosures

Cc: K.P. Done w/o encl.
P. H. Doughty



RIDER

To be attached to Bond No. _____ issued by

ST. PAUL FIRE AND MARINE INSURANCE COMPANY

(As Surety) in the amount of SIX MILLION THREE HUNDRED SEVENTY TWO THOUSAND AND NO/100*****

***** (\$ 6,372,000.00)

Dollars, effective the 14TH day of DECEMBER, 19 98.

ON BEHALF OF KENNECOTT UTAH COPPER CORPORATION

IN FAVOR OF STATE OF UTAH, DIVISION OF OIL, GAS AND MINING (DIVISION)

In consideration of the premium charged for the attached bond, it is mutually understood and agreed by the Principal and the Surety that:

BOND NUMBER IS HEREBY AMENDED FROM THE ABOVE TO:
400JZ4230

LB

All other items, limitations and conditions of said bond except as herein expressly modified shall remain unchanged.

This rider shall be effective as of the 14TH day of DECEMBER, 19 98.

Signed, sealed and dated this the 29TH day of JANUARY, 19 99.

WITNESSES:

[Signature]
SECRETARY

KENNECOTT UTAH COPPER CORPORATION

Principal
BY: *[Signature]* *[Signature]*
VICE PRESIDENT/CFO ASSISTANT TREASURER
ST. PAUL FIRE AND MARINE INSURANCE COMPANY

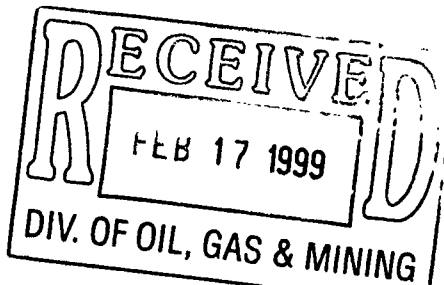
Surety

BY: *[Signature]*
JAMICE H. FENNEL Attorney-in-Fact

Accepted:

[Signature]
LT DIV OIL GAS & MINING

Bond 22a
SEDGWICK OF TENNESSEE, INC.
SG-2013/EP 8/90



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